RAILROAD COMMISSION OF TEXAS HEARINGS DIVISION

HEARINGS DIVISION'S RULE 15 INACTIVE WELL MASTER ORDER

FEBRUARY 26, 2013

At a public conference held at its offices in Austin, Texas, the Commission finds that following notice and opportunity for hearing, the Operators listed below failed to timely request a hearing to contest the Staff determinations that they had not complied with inactive well requirements and that, as a result their P-5 Organization Reports were not eligible for renewal. The Final Orders for each of the below referenced dockets are incorporated by reference into this order, and by signing this Master Order, the Commission approves each of the Final Orders and adopts the provisions contained therein.

IT IS ORDERED that renewal of the P-5 Organization Report for each Operator identified on this Master Order is hereby DENIED.

It is further ORDERED that each Operator shall bring the inactive wells identified on its individual order, into compliance with Statewide Rule 15 (16 TEX. ADMIN. CODE § 3.15) and that the Operator's P-5 Organization Report shall not be renewed until those wells have been brought into compliance.

It is further ORDERED that each Operator and each person who held a position of ownership or control in the Operator at the time the Operator's most-recent P-5 Organization Report was filed shall be subject to the terms of TEX. NAT. RES. CODE §§91.114.

ITEM NO.	DOCKET NO.	OPERATOR NAME	OPERATOR NO.	RENEWAL DATE
28	20-0280598	A.O.E. Operators, Inc.	000555	September 1, 2012
29	20-0280599	Arrowhead Productions, LP	033523	September 1, 2012
30	20-0280600	Balance Production Corporation	047129	September 1, 2012
31	20-0280601	Bellows, Dewey Oper. Co., Ltd.	063744	September 1, 2012
32	20-0280602	Blackwelder Oil	073331	September 1, 2012
33	20-0280604	Cawell Energy, LLC	140537	September 1, 2012
34	20-0280605	Centex Development	141141	September 1, 2012
35	20-0280606	Charter Oak Production Co., LLC	146669	September 1, 2012
36	20-0280607	Coastal New Mexico Mgmt LLC	161636	September 1, 2012
37	20-0280608	Craig, Wood B Or Monroe, Dianne	186540	September 1, 2012

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ITEM NO.	DOCKET NO.	OPERATOR NAME	OPERATOR NO.	RENEWAL DATE
38	20-0280609	Espada Operating LLC	254277	September 1, 2012
39	20-0280610	Falcon Production Co.	260263	September 1, 2012
40	20-0280611	Goldenrod Gas, Inc.	313121	September 1, 2012
41	20-0280612	Hagaman-Carson	342651	September 1, 2012
42	20-0280613	It'll Do Oil Company	426972	September 1, 2012
43	20-0280614	J.R. Dunn Oil & Gas, Inc.	427757	September 1, 2012
44	20-0280615	Johnston, David Mahlon	439595	September 1, 2012
45	20-0280616	K-T Production	448531	September 1, 2012
46	20-0280617	Ledbetter, Jerald D. Estate Of	493707	September 1, 2012
47	20-0280618	Magna Energy, LLC	521430	September 1, 2012
48	20-0280619	McCauley Production	539950	September 1, 2012
49	20-0280620	Multipay Energy, Inc.	593087	September 1, 2012
50	20-0280621	Nacogdoches Oil And Gas, Inc.	598796	September 1, 2012
51	20-0280622	Nolen Oil & Gas	612530	September 1, 2012
52	20-0280623	Nordstrand Engineering, Inc.	612858	September 1, 2012
53	20-0280624	PGI Operating, LLC	630825	September 1, 2012
54	20-0280625	Patterson Energy Corporation	643402	September 1, 2012
55	20-0280626	Pentergy Operating, LLC	652917	September 1, 2012
56	20-0280627	Petroleum Production Engineering	660696	September 1, 2012
57	20-0280628	Pyle Petroleum, Inc.	683968	September 1, 2012
58	20-0280629	Quinlan Engineering	685390	September 1, 2012
59	20-0280630	Quinlan Operations, Inc.	685438	September 1, 2012
60	20-0280631	Russell - Ft. Trinidad Op., LLC	736715	September 1, 2012
61	20-0280632	Signal Oil Company, LLC	780323	September 1, 2012
62	20-0280633	Stacha, Eddy A.	810868	September 1, 2012

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IT IS ORDERED that each referenced Final Order shall become effective when this Order is signed and that a copy of this Order shall be affixed to each Final Order.

Done in Austin, Texas on February 26, 2013.

RAILROAD COMMISSION OF TEXAS

CHAIRMAN BARRY T. SMITHERMAN

COMMISSIONER DAVID PORTER

COMMISSIONER CHRISTI CRADDICK

ATTEST:

SECRETARY